**REMARKS**:

Claims 1-24 and 26-29 are currently pending in the application. Claims 11-24 stand

withdrawn without prejudice or disclaimer; however, the Applicants respectfully request

that if the Examiner withdraws the restriction with respect to any non-elected claims, the

Examiner reinstate and examine those claims. Claims 1-10 and 26-28 stand rejected

under 35 U.S.C. § 101. Claims 1-10 and 26-29 stand rejected under 35 U.S.C. § 112,

second paragraph. Claims 1-10 and 26-29 stand rejected under 35 U.S.C. § 102(e) over

U.S. Patent No. 6,341,271 B1 to Salvo et al. ("Salvo"). Claims 1-10 and 26-29 stand

rejected under 35 U.S.C. § 103(a) over U.S. Patent No. 6,151,582 B2 to Huang et al.

("Huang") in view of Dobler's Production and Inventory Control Handbook, Chapter 10

Capacity Planning, 3<sup>rd</sup> Ed., ("Greene") and in further view of White's How Computers

Work, ("White").

By this Amendment, claim 4 has been canceled without prejudice and independent

claims 1 and 26-29 and dependent claims 7-9 have been amended to more particularly

point out and distinctly claim the Applicants invention. By making these amendments, the

Applicants make no admission concerning the merits of the Examiner's rejection, and

respectfully reserve the right to address any statement or averment of the Examiner not

specifically addressed in this response. Particularly, the Applicants reserve the right to file

additional claims in this Application or through a continuation patent application of

substantially the same scope of originally filed claims 1-10 and 26-29. No new matter has

been added.

REJECTION UNDER 35 U.S.C. § 101:

Claims 1-10 and 26-28 stand rejected under 35 U.S.C. § 101 as allegedly being

directed towards non-statutory subject matter.

Although the Applicants believe claims 1-10 and 26-28 are directed to patentable

subject matter without amendment, the Applicants have amended independent claims 1

and 26-28 and dependent claims 7-9 to more particularly point out and distinctly claim the

Applicant's invention. By making these amendments, the Applicants do not indicate

agreement with or acquiescence to the Examiner's position with respect to the rejections

of these claims under 35 U.S.C. § 101, as set forth in the Office Action.

It appears that the Examiner is basing the 35 U.S.C. § 101 rejection on an alleged

failure to be "within the technological arts." (18 April 2006 Final Office Action, Pages 2-

3). The Applicants respectfully disagree.

In fact, the Board of Patent Appeals and Interferences has recently ruled that no

such test exists:

Our determination is that there is currently no judicially

recognized separate "technological arts" test to determine patent

eligible subject matter under § 101. We decline to propose to create one. Therefore, it is apparent that the examiner's rejection can not be

sustained.

Ex parte Lundren, Appeal No. 2003-2088, Application 08/093,516 (Precedential BPAI

opinion September 2005). (Emphasis Added).

Thus, it is respectfully submitted that the present rejection is based on an improper

test. Accordingly, reconsideration and withdrawal of the rejection of claims 1-10 and 26-28

under 35 U.S.C. § 101 is respectfully requested.

In addition, the Applicants respectfully request that the Examiner call the

undersigned at (817) 447-9955, if the Examiner has additional comments or suggestions

to the 35 U.S.C. § 101 rejection of the subject Application or if the Examiner believes it

would be easier to discuss the 35 U.S.C. § 101 rejection over the telephone.

REJECTION UNDER 35 U.S.C. § 112:

Claims 1-10 and 26-29 stand rejected under 35 U.S.C. § 112, second paragraph,

as allegedly being indefinite for failing to particularly point out and distinctly claim the

subject matter which Applicants regard as the invention. The Applicants respectfully

disagree.

Nonetheless, the Applicants have amended independent claims 1 and 26-29 and

dependent claims 7-9 to expedite prosecution of this Application and to more particularly

point out and distinctly claim the subject matter which the Applicants regard as the

invention. By making these amendments, the Applicant does not indicate agreement with

or acquiescence to the Examiner's position with respect to the rejections of these claims

under 35 U.S.C. § 112, as set forth in the Office Action. Particularly, the Applicants

reserve the right to file additional claims in this Application or through a continuation patent

application of substantially the same scope of originally filed claims 1-10 and 26-29.

In addition, the undersigned spoke with Examiner Fischer on 10 May 2006

regarding the rejection of claim 3 under 35 U.S.C. § 112. Specifically, the undersigned

asserted and the Examiner agreed that claim 3 is a Markush Group and as such the list

presented in claim 3 is a disjunctive list, per the MPEP.

The Applicants respectfully submit that amended independent claims 1 and 26-29

and dependent claims 7-9 are considered to be in full compliance with the requirements of

35 U.S.C. § 112. The Applicants further respectfully submit that amended independent

claims 1 and 26-29 and dependent claims 7-9 are in condition for allowance.

With respect to dependent claims 2, 3, and 5-10, these claims depend from

amended independent claim 1. As mentioned above, amended independent claim 1 is

considered to be in full compliance with the requirements of 35 U.S.C. § 112. Thus,

dependent claims 2, 3, and 5-10 are considered to be in condition for allowance for at least

the reason of depending from an allowable claim. Thus, the Applicants respectfully

request that the rejection of claims 1-10 and 26-29 under 35 U.S.C. § 112 be reconsidered

and that claims 1-10 and 26-29 be allowed.

REJECTION UNDER 35 U.S.C. § 102(e):

Claims 1-10 and 26-29 stand rejected under 35 U.S.C. § 102(e) over Salvo.

Although the Applicants believe claims 1-10 and 26-29 are directed to patentable

subject matter without amendment, the Applicants have canceled without prejudice claim 4

and amended claims 1, 7-9, and 26-29 to more particularly point out and distinctly claim the Applicants invention. By making these amendments, the Applicants do not indicate agreement with or acquiescence to the Examiner's position with respect to the rejections of these claims under 35 U.S.C. § 102(e), as set forth in the Office Action.

The Applicants respectfully submit that the amendments to independent claims 1 and 26-29 have rendered moot the Examiner's rejection of claims 1-10 and 26-29 and the Examiner's arguments in support of the rejection of claims 1-10 and 26-29. The Applicants further submit that amended independent claims 1-10 and 26-29 in their current amended form contain unique and novel limitations that are not disclosed, suggested, or even hinted at in Salvo. Thus, the Applicants respectfully traverse the Examiner's rejection of claims 1-10 and 26-29 under 35 U.S.C. § 102(e) over Salvo.

Salvo Fails to Disclose, Teach, or Suggest Various Limitations Recited in Applicant's Claims

For example, with respect to amended independent claim 1, this claim recites:

A computer-implemented system for managing excess or under capacity at a first entity in a supply chain, the system comprising:

at least one computer system comprising:

a planning application, the planning application receives status data for at least the first entity reflecting the excess or under capacity at the first entity and generates a plan according to the status data; and

a manager application, the manager application receives the plan and, according to the plan, automatically initiates at least one service in an attempt to resolve at least a portion of the excess or under capacity through interaction with one or more other entities and selects the service from among a plurality of available services based on a monetary value to the first entity of a resolution expected to be available using the selected service relative to other services. (Emphasis Added).

Independent claims 26-29 recites similar limitations. *Salvo* fails to disclose each and every limitation of independent claims 1 and 26-29.

The Applicant's Claims are Patentable over Salvo

With respect to independent claims 26-29 these claims include limitations similar to

those discussed above in connection with amended independent claim 1. Thus,

independent claims 26-29 are considered patentably distinguishable over Salvo for at least

the same reasons as amended independent claim 1.

Furthermore, with respect to dependent claims 2, 3, and 5-10, claims 2, 3, and 5-10

depend from amended independent claim 1 and are also considered patentably

distinguishable over Salvo. Thus, dependent claims 2, 3, and 5-10 are considered to be in

condition for allowance for at least the reason of depending from an allowable claim.

Thus, for at least the reasons set forth herein, the Applicants respectfully submit

that independent claims 1 and 26-29 and dependent claims 2, 3, and 5-10 are not

anticipated by Salvo. The Applicants further submit that independent claims 1 and 26-29

and dependent claims 2, 3, and 5-10 are in condition for allowance. Thus, the Applicants

respectfully request that the rejection of claims 1-10 and 26-29 under 35 U.S.C. § 102(e)

be reconsidered and that claims 1-10 and 26-29 be allowed.

THE LEGAL STANDARD FOR ANTICIPATION REJECTIONS UNDER 35 U.S.C. § 102:

The following sets forth the legal standards for "anticipation."

The events that can lead to anticipation can be divided into the following seven

categories, all defined by statute:

1. <u>Prior Knowledge</u>: The invention was publicly known in the United States

before the patentee invented it.

2. <u>Prior Use</u>: The invention was publicly used in the United States either (i)

before the patentee invented it; or (ii) more than one year before he filed his patent

application.

3. <u>Prior Publication</u>: The invention was described in a printed publication

anywhere in the world either (i) before the patentee invented it; or (ii) more than one year

before he filed his patent application.

4. <u>Prior Patent</u>: The invention was patented in another patent anywhere in the

world either (i) before the patentee invented it; or (ii) more than one year before he filed his

application.

5. On Sale: The invention was on sale in the United States more than one

year before the patentee filed his application.

6. <u>Prior Invention</u>: The invention was invented by another person in the United

States before the patentee invented it, and that other person did not abandon, suppress or

conceal the invention.

7. Prior U.S. Patent: The invention was described in a patent granted on a

patent application filed in the United States before the patentee made the invention.

Each of those seven events has its own particular requirements, but they all have

the following requirements in common:

1. Anticipation must be shown by clear and convincing evidence.

2. If one prior art reference completely embodies the same process or product

as any claim, the product or process of that claim is anticipated by the prior art, and that

claim is invalid. To decide whether anticipation exists, one must consider each of the

elements recited in the claim and determine whether all of them are found in the particular

item alleged to be anticipating prior art.

3. There is no anticipation unless every one of those elements is found in a

single prior publication, prior public use, prior invention, prior patent, prior knowledge or

prior sale. One may not combine two or more items of prior art to make out an

anticipation. One should, however, take into consideration, not only what is expressly

disclosed or embodied in the particular item of prior art, but also what inherently occurred

in its practice.

4. There cannot be an accidental or unrecognized anticipation. A prior

duplication of the claimed invention that was accidental, or unrecognized, unappreciated,

and incidental to some other purpose is not an invalidating anticipation.

Those four requirements must be kept in mind and applied to each kind of

anticipation in issue. The following additional requirements apply to some categories of

anticipation.

1. Prior Knowledge: An invention is anticipated if it was known by others in the

United States before it was invented by the patentee. "Known," in this context, means

known to the public. Private knowledge, secret knowledge or knowledge confined to a

small, limited group is not necessarily an invalidating anticipation. Things that were known

to the public only outside the United States are not invalidating anticipation.

2. Prior Use: An invention is anticipated if it was used by others before it was

invented by the patentee, or more than one year before the patentee filed his patent

application. "Use," in this context, means a public use.

3. Prior Publication: A patent is invalid if the invention defined by the Claims

was described in a printed publication before it was invented by the patentee or more than

one year prior to the filing date of his application. For a publication to constitute an

anticipation of an invention, it must be capable, when taken in conjunction with the

knowledge of people of ordinary skill in the art, of placing the invention in the possession

of the reader. The disclosure must be enabling and meaningful. In determining whether

the disclosure is complete, enabling, and meaningful, one should take into account what

would have been within the knowledge of a person of ordinary skill in the art at the time,

and one may consider other publications that shed light on the knowledge such a person

would have had.

4. Prior Patent: If the invention defined by the claims was patented in the

United States or a foreign country, either before it was invented by the inventor or more

than one year before the inventor filed his patent application, then the invention was

anticipated. The effective date for this type of anticipation is the date on which two things

co-existed: (i) the owner of the referenced patent had the right to enforce that patent; and

(ii) the reference patent was available to the public. What was "patented" in the reference

patent is determined by what is defined by its claims, interpreted in the light of the general

description.

5. On Sale: A patent is invalid if the invention claimed in it was on sale in the

United States more than one year prior to the application filing date.

6. Prior Invention: If the invention defined by the claims was invented by

another person, in the United States, before it was invented by the inventor, and that other

person did not abandon, suppress, or conceal the invention, the invention lacks novelty. A

prior invention, even if put in physical form and shown to produce the desired result, is not

an invalidating anticipation unless some steps were taken to make it public. However, it is

not necessary that the inventor had knowledge of that prior invention.

7. Prior U.S. Application: A patent is invalid for lack of novelty if the invention

defined by the claims was described in a United States patent issued on a patent

application filed by another person before the invention was made by the inventor. The

effective date of a prior application for purposes of this issue is the date on which it was

filed in the United States. Foreign-filed patent applications do not apply. If the issued

United States patent claims the benefit of more than one United States application, its

effective date as an anticipation is the filing date of the first United States application that

discloses the invention claimed in that referenced patent.

Experimental Use Exception: The law recognizes that it is beneficial to permit the

inventor the time and opportunity to develop his invention. As such there is an

"experimental use" exception to the "public use" and "on sale" rules. Even though the

invention was publicly used or on sale, more than one year prior to the application filing

date, that does not invalidate the patent, provided the principal purpose was experimenta-

tion rather than commercial benefit. If the primary purpose was experimental, it does not

matter that the public used the invention or that the inventor incidentally derived profit from

it.

When a public use or sale is shown, the burden is on the inventor to come forward

with evidence to support the experimental use exception. Only experimentation by or

under the control of the inventor qualifies for this exception. Experimentation by a third

party, for its own purposes, does not qualify for this exception. Once the invention leaves

the inventor's control, its use is a public one, even if further experimentation takes place.

The experimentation must relate to the claimed features of the invention. And it

must be for the purpose of technological improvement, not commercial exploitation. If any

commercial exploitation does occur, it must be merely incidental to the primary purpose of

experimentation. A test done primarily for marketing, and only incidentally for

technological improvement, is a public use.

REJECTION UNDER 35 U.S.C. § 103(a):

Claims 1-10 and 26-29 stand rejected under 35 U.S.C. § 103(a) over *Huang* in view

of Greene and in further view of White.

Although the Applicants believe claims 1-10 and 26-29 are directed to patentable

subject matter without amendment, the Applicants have canceled without prejudice claim 4

and amended claims 1, 7-9, and 26-29 to more particularly point out and distinctly claim

the Applicants invention. By making these amendments, the Applicants do not indicate

agreement with or acquiescence to the Examiner's position with respect to the rejections

of these claims under 35 U.S.C. § 103(a), as set forth in the Office Action.

The Applicants respectfully submit that *Huang*, *Greene*, or White, either individually

or in combination, fail to disclose, teach, or suggest each and every element of claims 1-10

and 26-29. Thus, the Applicants respectfully traverse the Examiner's obvious rejection of

claims 1-10 and 26-29 under 35 U.S.C. § 103(a) over the proposed combination of *Huang*,

*Greene*, and *White*, either individually or in combination.

The Proposed Huang-Greene-White Combination Fails to Disclose, Teach, or

Suggest Various Limitations Recited in Applicants Claims

For example, with respect to amended independent claim 1, this claim recites:

A computer-implemented system for managing excess or under capacity at a first entity in a supply chain, the system comprising:

at least one computer system comprising:

a planning application, the planning application receives status data for at least the first entity reflecting the excess or under capacity at the first entity and generates a plan according to the status data; and

a manager application, the manager application receives the plan and, according to the plan, automatically initiates at least one service in an attempt to resolve at least a portion of the excess or under capacity through interaction with one or more other entities and selects the service from among a plurality of available services based on a monetary value to the first entity of a resolution expected to be available using the selected service relative to other services. (Emphasis Added).

Amended independent claims 26-29 recite similar limitations. *Huang, Green*, and *White*, either individually or in combination, fail to disclose each and every limitation of amended independent claims 1 and 26-29.

The Applicants respectfully submit that Huang has nothing to do with a "computer-implemented system for managing excess or under capacity at a first entity in a supply chain". Rather Huang discloses a decision supporting system for managing an agile supply chain. (Abstract). The Applicants further submit that the Examiner has misdescribed the decision supporting system disclosed in Huang. For example, the Examiner asserts that Huang discloses a planning application which is a supply chain planning engine 160. (18 April 2006 Final Office Action, Page 5). The Applicants respectfully disagree and respectfully submit that *Huang* does not disclose a supply chain planning engine, but instead discloses a Production-Sales-Inventory Planning Frame 160. This Production-Sales-Inventory Planning Frame 160 of Huang merely provides for a user interface which is customized to the specific needs of the Production-Sales-Inventory planning process. Thus Huang cannot provide for a "computer-implemented system for managing excess or under capacity at a first entity in a supply chain", as recited in amended independent claim 1, since the Production-Sales-Inventory Planning Frame 160 of Huang is not a supply chain planning engine as relied upon by the Examiner.

The Applicants further respectfully submit that Huang has nothing to do with "at least one computer system comprising: a planning application, the planning application receives status data for at least the first entity reflecting the excess or under capacity at the first entity and generates a plan according to the status data". Rather, as discussed above Huang merely discloses a decision supporting system for managing an agile supply chain. (Abstract). The Applicants further submit that the Examiner has misdescribed the decision supporting system disclosed in *Huang*. For example, the Examiner asserts that *Huang* includes status data as demand data 148. (18 April 2006 Final Office Action, Page 5). The Applicants respectfully disagree. Huang does not disclose, teach or suggest "at least one computer system comprising: a planning application, the planning application receives status data for at least the first entity reflecting the excess or under capacity at the first entity and generates a plan according to the status data". Rather Huang merely discloses a Demand Orientation Data 148. This Demand Orientation Data 148 of Huang merely provides for data to develop the customer-centric bottom-up forecasts in a forecast data. Thus, *Huang* cannot provide for "at least one computer system comprising: a planning application, the planning application receives status data for at least the first entity reflecting the excess or under capacity at the first entity and generates a plan according to the status data", since the Demand Orientation Data 148 of Huang is not a status data as demand data 148 as relied upon by the Examiner.

The Applicants still further respectfully submit that the Office Action acknowledges, and Applicants agree, that *Huang* fails to disclose the emphasized limitations noted above in amended independent claim 1. Specifically the Examiner acknowledges that *Huang* fails to disclose *a manager application*, the manager application receives the plan and, according to the plan, *automatically initiates at least one service in an attempt to resolve at least a portion of the excess or under capacity through interaction with one or more other entities and selects the service from among a plurality of available services based on a monetary value to the first entity of a resolution expected to be available using the selected service relative to other services, as recited in amended independent claim 1. (18 April 2006 Final Office Action, Page 5). However, the Examiner asserts that the cited portions of <i>Greene*, i.e.

Chapter 10, teach "attempts" at "resolving" capacity issues. (18 April 2006 Final Office Action, Page 5). The Applicants respectfully disagree. The Applicants respectfully traverse the Examiners assertions regarding the subject matter disclosed in *Greene*.

The Applicants respectfully submit that Greene has nothing to do with amended independent claim 1 limitations regarding "a manager application, the manager application receives the plan and, according to the plan, automatically initiates at least one service in an attempt to resolve at least a portion of the excess or under capacity through interaction with one or more other entities and selects the service from among a plurality of available services based on a monetary value to the first entity of a resolution expected to be available using the selected service relative to other services". Rather, Greene merely describes an approach to capacity planning to assure that the necessary resources are available to accomplish the manufacturing orders that have been (Chapter 10, Page 10.1). Greene does not disclose, teach, or suggest "automatically initiates at least one service in an attempt to resolve at least a portion of the excess or under capacity through interaction with one or more other entities". Thus Greene cannot provide for "a manager application, the manager application receives the plan and, according to the plan, automatically initiates at least one service in an attempt to resolve at least a portion of the excess or under capacity through interaction with one or more other entities and selects the service from among a plurality of available services based on a monetary value to the first entity of a resolution expected to be available using the selected service relative to other services", since Greene does not even provide for a capacity planning approach to resolve at least a portion of the excess or under capacity, as recited in amended independent claim 1.

The Applicants respectfully submit that the Office Action has failed to properly establish a *prima facie* case of obviousness based on the proposed combination of *Huang*, *Greene*, or *White*, either individually or in combination. The Office Action has not shown the required teaching, suggestion, or motivation in these references or in knowledge generally available to those of ordinary skill in the art at the time of the invention to combine these references as proposed. The Office Action merely states that "it would have been obvious to a person having ordinary skill in the art at the time the invention was

made to modify *Huang* as taught by *Greene* to include attempts at least a portion of the capacity extreme through interactions." (18 April 2006 Final Office Action, Page 5). The Applicants respectfully disagree.

The Applicants further submit that this purported advantage relied on by the Examiner is nowhere disclosed, taught, or suggested in *Huang, Greene*, or *White*, either individually or in combination. The Examiner asserts that the motivation to combine the references as proposed would be because it "would have helped improved decision to accomplish the production plans as the most affordable costs." (18 April 2006 Final Office Action, Page 5). The Applicants respectfully disagree and further respectfully request clarification as to how the Examiner arrives at this conclusion. For example, how does "improved decision to accomplish the production plans" directly relate to the "most affordable costs" and to what extent does the Examiner purport that "the most affordable costs" applies to the subject Application. The Applicants respectfully request the Examiner to point to the portions of Huang, Greene, or White which contain the teaching, suggestion, or motivation to combine these references for the for the Examiner's stated purported advantage. The Applicants further submit that the Examiner is using the subject Application as a template to formulate reconstructive hindsight, which constitutes impermissible use of hindsight under 35 U.S.C. § 103(a).

A recent Federal Circuit case makes it crystal clear that, in an obviousness situation, the *prior art must disclose* each and every element of the claimed invention, and that any motivation to combine or modify the prior art must be based upon a suggestion in the prior art. In re Lee, 61 U.S.P.Q.2d 1430 (Fed. Cir. 2002). (Emphasis Added). Conclusory statements regarding common knowledge and common sense are insufficient to support a finding of obviousness. Id. at 1434-35. With respect to the subject Application, the Examiner has not adequately supported the selection and combination of Huang, Greene, or White to render obvious the Applicants claimed invention. The Examiner's conclusory statements that "it would have been obvious to a person having ordinary skill in the art at the time the invention was made to modify Huang as taught by Greene to include attempts at least a portion of the capacity extreme through interactions" and that it "would have helped improved decision to accomplish the

production plans as the most affordable costs", does not adequately address the

issue of motivation to combine. (18 April 2006 Final Office Action, Page 5). This

factual question of motivation is material to patentability, and cannot be resolved on

subjective belief and unknown authority. Id. It is improper, in determining whether a

person of ordinary skill would have been led to this combination of references, simply to

"[use] that which the inventor taught against its teacher." W.L. Gore v. Garlock, Inc., 721

F.2d 1540 (Fed. Cir. 1983). Thus, the Office Action fails to provide proper motivation

for combining the teachings of Huang, Greene, or White, either individually or in

combination.

The Applicants Claims are Patentable over the Proposed Huang-Greene-White

Combination

The Applicants respectfully submit that amended independent claims 26-29 are

considered patentably distinguishable over the proposed combination of *Huang*, *Greene*,

and White for at least the reasons discussed above in connection with amended

independent claim 1. This being the case, amended independent claims 1 and 26-29 are

considered patentably distinguishable over the proposed combination of *Huang*, *Greene*,

and *White*, either individually or in combination.

With respect to dependent claims 2, 3, and 5-10, claims 2, 3, and 5-10 depend from

amended independent claim 1 and are also considered patentably distinguishable over

Salvo. Thus, dependent claims 2, 3, and 5-10 are considered to be in condition for

allowance for at least the reason of depending from an allowable claim.

For at least the reasons set forth herein, the Applicants submit that claims 1-3, 5-10

and 26-29 are not rendered obvious by the proposed combination of *Huang*, *Greene*, and

White. The Applicants further submit that claims 1-3, 5-10 and 26-29 are in condition for

allowance. Thus, the Applicants respectfully request that the rejection of claims 1-3, 5-10

and 26-29 under 35 U.S.C. § 103(a) be reconsidered and that claims 1-3, 5-10 and 26-29

be allowed.

## THE LEGAL STANDARD FOR OBVIOUSNESS REJECTIONS UNDER 35 U.S.C. § 103:

To establish a *prima facie* case of obviousness, three basic criteria must be met. First, there must be some suggestion or motivation, either in the references themselves or in the knowledge generally available to one of ordinary skill in the art, to modify the reference or to combine reference teachings. Second, there must be a reasonable expectation of success. Finally, the prior art reference (or references when combined) must teach or suggest all the claim limitations. The teaching or suggestion to make the claimed combination and the reasonable expectation of success must both be found in the prior art, and not based on applicant's disclosure. In re Vaeck, 947 F.2d 488, 20 U.S.P.Q.2d 1438 (Fed. Cir. 1991); M.P.E.P. § 2142. Moreover, all the claim limitations must be taught or suggested by the prior art. In re Royka, 490 F.2d 981, 180 U.S.P.Q. 580 (CCPA 1974). If an independent claim is nonobvious under 35 U.S.C. § 103, then any claim depending therefrom is nonobvious. In re Fine, 837 F.2d 1071, 5 U.S.P.Q.2d 1596 (Fed. Cir. 1988); M.P.E.P. § 2143.03.

With respect to alleged obviousness, there must be something in the prior art as a whole to suggest the desirability, and thus the obviousness, of making the combination. Panduit Corp. v. Dennison Mfg. Co., 810 F.2d 1561 (Fed. Cir. 1986). In fact, the absence of a suggestion to combine is dispositive in an obviousness determination. Gambro Lundia AB v. Baxter Healthcare Corp., 110 F.3d 1573 (Fed. Cir. 1997). The mere fact that the prior art can be combined or modified does not make the resultant combination obvious unless the prior art also suggests the desirability of the combination. In re Mills, 916 F.2d 680, 16 U.S.P.Q.2d 1430 (Fed. Cir. 1990); M.P.E.P. § 2143.01. The consistent criterion for determining obviousness is whether the prior art would have suggested to one of ordinary skill in the art that the process should be carried out and would have a reasonable likelihood of success, viewed in the light of the prior art. Both the suggestion and the expectation of success must be founded in the prior art, not in the Applicant's disclosure. In re Vaeck, 947 F.2d 488, 20 U.S.P.Q.2d 1438 (Fed. Cir. 1991; In re O'Farrell, 853 F.2d 894 (Fed. Cir. 1988); M.P.E.P. § 2142.

A recent Federal Circuit case makes it clear that, in an obviousness situation, the prior art must disclose each and every element of the claimed invention, and that any motivation to combine or modify the prior art must be based upon a suggestion in the prior art. *In re Lee*, 61 U.S.P.Q.2d 1430 (Fed. Cir. 2002). Conclusory statements regarding common knowledge and common sense are insufficient to support a finding of obviousness. *Id.* at 1434-35.

## **CONCLUSION:**

In view of the foregoing amendments and remarks, this application is considered to be in condition for allowance, and early reconsideration and a Notice of Allowance are earnestly solicited.

Although Applicants believe no additional fees are deemed to be necessary; the undersigned hereby authorizes the Commissioner to charge any additional fees which may be required, or credit any overpayments, to **Deposit Account No. 500777**.

Please link this application to Customer No. 53184 so that its status may be checked via the PAIR System.

Respectfully submitted,

5/11/06

Date

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